

ASBESTOS RELATED HEALTH CARE PROJECT, INC.

**FINANCIAL STATEMENTS
& SUPPLEMENTARY INFORMATION
(Unaudited)**

**FOR THE QUARTER & 12 MONTHS ENDED
DECEMBER 31, 2009 & 2008**

EDWARD G STAMY, P.C.**Member:**

Montana Society of C.P.A.'s

CERTIFIED PUBLIC ACCOUNTANT

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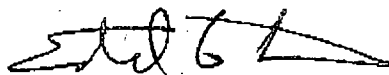
ASBESTOS RELATED HEALTH CARE PROJECT, INC.

Libby, Montana

I have compiled the accompanying statements of financial position on a modified cash basis of the ASBESTOS RELATED HEALTH CARE PROJECT, INC. as of December 31, 2009 and 2008 and the related statements of activities and changes in net assets on a modified cash basis for the quarter and twelve months then ended and the accompanying supplementary information, which is presented only for supplementary analysis purposes, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The financial statements have been prepared on the accounting basis used by the Organization which is a comprehensive basis of accounting other than generally accepted accounting principles.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. I have not audited or reviewed the financial statements, and accordingly, do not express an opinion or any other form of assurance on them.

Management has elected to omit substantially all of the disclosures and the statement of cash flows required by generally accepted accounting principles. If the omitted disclosures and statement were included in the financial statements, they might influence the user's conclusions about the Organization's assets, liabilities, net assets, revenues, expenses, and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.



Certified Public Accountant

ASBESTOS RELATED HEALTH CARE PROJECT, INC.**STATEMENTS OF FINANCIAL POSITION -
MODIFIED CASH BASIS**

See Accountant's Compilation Report

ASSETS

	December 31,	
	2009	2008
Cash	\$ 509,944	\$ 990,606
TOTAL ASSETS	\$ 509,944	\$ 990,606

LIABILITIES AND NET ASSETS

Unearned Revenue	\$ 221,173	\$ 712,504
TOTAL LIABILITIES	\$ 221,173	\$ 712,504
Unrestricted Net Assets	\$ 288,771	\$ 278,102
TOTAL LIABILITIES AND NET ASSETS	\$ 509,944	\$ 990,606

ASBESTOS RELATED HEALTH CARE PROJECT, INC.

STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS - MODIFIED CASH BASIS

See Accountant's Compilation Report

For the Quarter and Twelve Months Ended December 31, 2009 & 2008

	2009				2008			
	Current Quarter		Current Year to Date		This Quarter Last Year		Prior Year to Date	
	Amount	% to Revenue	Amount	% to Revenue	Amount	% to Revenue	Amount	% to Revenue
UNRESTRICTED NET ASSETS								
Unrestricted Revenues and Gains								
Interest Income	\$ 1,639	1.1%	\$ 10,669	1.5%	\$ 4,208	1.7%	\$ 15,604	2.2%
Miscellaneous Revenue	-	0.0%	-	0.0%	-	0.0%	2	0.0%
Net assets released from restrictions								
Restrictions satisfied by payments	146,612	98.9%	701,433	98.5%	250,802	98.3%	688,288	97.8%
Total Unrestricted Revenues, Gains, and Other Support	\$ 148,250	100.0%	\$ 712,102	100.0%	\$ 254,810	100.0%	\$ 703,954	100.0%
Expenses								
General & Administrative								
TPA Administrative Expense	\$ 16,615	11.2%	\$ 115,306	16.2%	\$ -	0.0%	\$ 85,096	12.1%
Insurance Expense	1,017	0.7%	2,636	0.4%	1,017	0.4%	2,618	0.4%
Accounting Expense	850	0.6%	4,932	0.7%	105	0.0%	3,169	0.5%
Legal Expense	-	0.0%	-	0.0%	-	0.0%	15	0.0%
Recording Secretary Expense	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Postage	-	0.0%	44	0.0%	-	0.0%	-	0.0%
Meeting Expense	-	0.0%	300	0.0%	-	0.0%	-	0.0%
Bank Charges	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Total General & Administrative Expense	\$ 18,482	12.5%	\$ 123,218	17.3%	\$ 1,122	0.4%	\$ 90,896	12.9%
Program								
TPA Health Care-screening	\$ 66,819	45.1%	\$ 255,820	35.9%	\$ 164,367	64.5%	\$ 349,850	49.7%
TPA Health Care-supplemental care	61,002	41.1%	309,124	43.4%	72,342	28.4%	228,720	32.5%
TPA Health Care-Grace denied, LAMP accepted	309	0.2%	13,271	1.9%	12,772	5.0%	18,823	2.7%
Peer Review Expense	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Total Program Expense	\$ 128,130	86.4%	\$ 578,215	81.2%	\$ 249,481	97.9%	\$ 597,393	84.9%

ASBESTOS RELATED HEALTH CARE PROJECT, INC.
STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS - MODIFIED CASH BASIS

See Accountant's Compilation Report

For the Quarter and Twelve Months Ended December 31, 2009 & 2008

	2009				2008			
	Current Quarter		Current Year to Date		This Quarter Last Year		Prior Year to Date	
	Amount	% to Revenue	Amount	% to Revenue	Amount	% to Revenue	Amount	% to Revenue
Total Expenses	\$ 146,612	98.9%	\$ 701,433	98.5%	\$ 250,603	98.3%	\$ 688,289	97.8%
Increase in Unrestricted Net Assets	\$ 1,638	1.1%	\$ 10,669	1.5%	\$ 4,207	1.7%	\$ 15,665	2.2%
TEMPORARILY RESTRICTED NET ASSETS								
SEP Funds	\$ 140,612		\$ 450,499		\$ 1,775		\$ 189,504	
Lincoln Co. ARD Task Grant	-		250,934		248,828		498,784	
Net assets released from restrictions								
Restrictions satisfied by payments	(146,612)		(701,433)		(250,603)		(688,288)	
(Decrease) in Temporarily Restricted Net Assets	\$ -		\$ -		\$ -		\$ -	
Increase in Net Assets	\$ 1,638		\$ 10,669		\$ 4,207		\$ 15,665	
Net Assets, Beginning of Period	287,133		278,102		273,895		262,437	
Net Assets, End of Period	\$ 288,771		\$ 288,771		\$ 278,102		\$ 278,102	

*Includes a refund from the Center for Asbestos Related Disease in the amount of \$140,536

SUPPLEMENTARY INFORMATION

ASBESTOS RELATED HEALTH CARE PROJECT INC.**LIBBY ASBESTOS MEDICAL PLAN
ANALYSIS SINCE INCEPTION**

For the Period Ended December 31, 2009
See Accountant's Compilation Report

W. R. GRACE, INC. & LINCOLN COUNTY ARD TASK GRANT
Period 10/01/04 through 12/31/09

	<u>Incurred in Prior Years</u>	<u>Incurred in Current Year</u>	<u>Total to Date</u>
Monies Received:			
W. R. Grace SEP Funds	\$ 2,788,034	\$ -	\$ 2,788,034
Lincoln County ARD Task Grant	\$ 914,897	210,103	1,125,000
Total Monies Received	\$ 3,702,931	\$ 210,103	\$ 3,913,034
Expenses:			
General & Administrative			
TPA Administrative Expense	\$ 302,568	\$ 115,306	\$ 417,874
Insurance Expense	22,384	2,636	25,020
Accounting Expense	17,720	4,932	22,652
Legal Expense	620	-	620
Recording Secretary Expense	2,928	-	2,928
Postage	176	44	220
Meeting Expense	100	300	400
Banking Charges	13	-	13
Total General & Administrative Expense	\$ 346,507	\$ 123,218	\$ 469,725
Program			
TPA Health Care-screening	\$ 1,683,641	\$ 255,820 *	\$ 1,939,461
TPA Health Care-supplemental care	934,219	309,124	1,243,343
TPA Health Care-Grace denied, LAMP accepted	25,061	13,271	38,332
Peer Review Expense	1,000	-	1,000
Total Program Expense	2,643,921	578,215	3,222,136
Total Expenses	\$ 2,990,428	\$ 701,433	\$ 3,691,861
Unearned Grant Revenue (Grants Receivable)	\$ 712,503	\$ (491,330)	\$ 221,173

*Includes a refund from the Center for Asbestos Related Disease in the amount of \$140,536

ASBESTOS RELATED HEALTH CARE PROJECT, INC.
Health Care and General & Admin. Expense Trends

